

Frequently Asked Questions (FAQs)

on Bank Indonesia Circular Letter Number 10/43/DPM dated December 5, 2008,
concerning Second Amendment to Bank Indonesia Circular Letter Number 10/2/DPM
dated January 31, 2008, concerning Repurchase Agreement Transactions with Bank
Indonesia in Secondary Market

Q : What are the main changes of provisions contained in this Circular Letter compared to the previous provisions?

A : This Circular Letter contains changes of :

1. the requirements of remaining days to maturity of Securities under Repo for Repo transactions originating from Intraday Liquidity Facility (FLI);
2. the nominal value of Securities tradable under Repo by Banks; and
3. the determination of Haircut of each Securities type and series.

Q : What is the difference of requirements of remaining days to maturity of securities under repo for repo transactions originating from FLI?

A : The difference of remaining days to maturity of Securities tradable under Repo for the transaction of Repo originating from FLI is as follows.

1. at least 1 (one) business day for SBI and SPN; or
2. at least 9 (nine) business days for Treasury Bond including Retail Treasury Bond (ORI) and Zero Coupon Bond (ZCB).

Q : How much is the maximum nominal value of securities tradable under repo in one day?

A : The maximum amount of Securities tradable under Repo by a Bank shall be the nominal value of Securities held by the Bank.

Q : How is Haircut determined in the computation of repo selling settlement value ?

A : In the computation of Repo selling settlement value the Haircut shall be determined by Bank Indonesia for each Securities type and series.

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